

Message Text

PAGE 01 JAKART 09991 300922Z

12
ACTION PM-04

INFO OCT-01 EA-07 ISO-00 CIAE-00 INR-07 NSAE-00 L-03 SS-15

NSC-05 EB-07 COME-00 /049 W
----- 071337

P R 300739Z JUL 76
FM AMEMBASSY JAKARTA
TO SECSTATE WASHDC PRIORITY 5921
SECDEF ASD/ISA/EA&PR/DSAA/TC PRIORITY
INFO CNO OP-633 PRIORITY
CINCPAC
CSAF AF/XO AF/LG

LIMITED OFFICIAL USE JAKARTA 9991

CINCPAC ALSO FOR POLAD

E.O. 11652: N/A
TAGS: MASS, ID, US
SUBJECT: GOI REJECTS AGENTS FEE FOR OV-10F PURCHASE (FMS CASE
ID-SAE-P4)

REF: (A) CNO 031637Z JUL 76 (NOTAL), (B) SECDEF 062207Z AUG 75

1. IN LETTER DATED JULY 28 TO AMBASSADOR, LGEN HASNAN HABIB OF GOI DEPT OF DEFENSE AND SECURITY (HANKAM) STATES THAT GOI CANNOT ACCEPT \$484,000 AGENTS FEE IN CONNECTION WITH FMS CASH PURCHASE OF OV-10F AIRCRAFT PURSUANT TO LETTER OF OFFER AND ACCEPTANCE (LOA) SIGNED MARCH 10, 1975. GEN. HASNAN HABIB REQUESTS THAT AMOUNT OF AGENTS FEE BE DEDUCTED FROM PURCHASE PRICE OF AIRCRAFT. AS REASONS FOR REQUEST HE STATES THAT GOI NOT INFORMED OF AGENTS FEE AT TIME LOA SIGNED, THAT AGENT (TAURNS INTERNATIONAL SDN. BHD. OF SINGAPORE) NOT DOMICILED IN INDONESIA, AND THAT AGENT'S SERVICES HAVE NOT BEEN USED BY HANKAM.

2. GEN. HASNAN HABIB'S LETTER IS IN REPLY TO NOTIFICATION CONCERNING AGENTS FEE PROVIDED TO HANKAMBY DLG ON JULY 9 IN LIMITED OFFICIAL USE
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PAGE 02 JAKART 09991 300922Z

RESPONSE TO INSTRUCTIONS FROM CNO CONTAINED REF A. IN NOTIFICATION SENT TO HANKAM, DLG, QUOTING FROM REF A, STATED THAT WHEN EXISTENCE OF AGENT'S COMMISSIONS IS DISCLOSED DURING NEGOTIATION OF CONTRACT UNDER FMS TRANSACTION, "IT IS DOD

POLICY TO DELAY NEGOTIATIONS PENDING NOTIFICATION OF PUR-
CHASING GOVERNMENT. THIS ALLOWS YOU TO VOICE ANY OBJECTIONS
YOU MAY HAVE TO THE CLAIMED COMMISSION. NO COMMISSION WILL
BE ACCEPTED BY DOD IF DISAPPROVED BY THE GOVERNMENT OF
INDONESIA." NOTIFICATION WAS PURSUANT TO DOD REGULATIONS
ON DISCLOSURE OF AGENT'S FEES SET FORTH REF B.

3. DELIVERY OF FIRST OV-10FS SCHEDULED FOR SEPT 1976. UNDER
TERMS OF LOA GOI HAS ALREADY MADE SEVERAL PAYMENTS TO USG.

4. ACTION REQUESTED: AMBASSADOR HAS MEETING WITH LGEN
HASNAN HABIB AUG 3. IN ANTICIPATION THAT HASNAN HABIB MAY
RAISE THIS QUESTION, WOULD APPRECIATE ADVICE PRIOR TO AUG 3
REGARDING WHAT STEPS CAN BE TAKEN
TO COMPLY WITH GOI REQUEST
THAT AGENT'S FEES BE DEDUCTED FROM OV-10F PURCHASE PRICE.
NEWSOM

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<< END OF DOCUMENT >>

Message Attributes

Automatic Decaptioning: X
Capture Date: 15 SEP 1999
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 30 JUL 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: greeneet
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976JAKART09991
Document Source: ADS
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: n/a
Film Number: D760294-0943
From: JAKARTA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t197607109/baaaesja.tel
Line Count: 74
Locator: TEXT ON-LINE, TEXT ON MICROFILM
Office: ACTION FSI
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: greeneet
Review Comment: n/a
Review Content Flags:
Review Date: 26 MAY 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <26 MAY 2004 by ElyME>; APPROVED <27 SEP 2004 by greeneet>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: GOI REJECTS AGENTS FEE FOR OV-10F PURCHASE (FMS CASE)
TAGS: MASS, AFSI, ID, US
To: STATE
SECDEF ASD ISA EA&PR DSAA TC INFO CNO OP-633
CINCPAC
CSAF AF XO AF LG
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006

